

# California Actuarial Advisory Panel

**Minutes of  
June 20, 2014**

**Locations:  
California State Controller's Office  
300 Capitol Mall, 6<sup>th</sup> Floor, Room 635  
Sacramento, CA 95814**

**Buck Consultants  
1801 Century Park East, Suite 500  
Los Angeles, CA 90067**

## **1. Call to Order and Roll Call**

Leslie Finertie called the meeting to order at 9:31 am and called roll.

Present: Sacramento: John Bartel, Leslie Finertie, Alan Milligan,  
Paul Angelo, Graham Schmidt  
Los Angeles: Harold Loeb

SCO Staff: Shawn Silva, Staff Counsel  
Reyna Santana, Administrative Analyst  
Chi Ha, Fiscal Analyst  
Brittany Vo, Fiscal Analyst

**Mr. Loeb left at 9:34 am.**

## **2. Approval of Minutes from the May 2, 2014 Meeting**

Mr. Bartel moved and Mr. Milligan seconded to approve the minutes of the May 2, 2014 meeting without amendment. Mr. Schmidt abstained. **The motion passed 4-0.**

## **3. Work Plan**

The Panel discussed current work plan items.

Mr. Schmidt moved and Mr. Angelo seconded to change the description of Work Plan # 7 to "Respond and Comment on Actions and/or Statements Related to Public Plans" and change the due date of Work Plan #10 to August 22, 2014. **The motion passed 5-0.**

#### **4. Current Legislation**

The Panel discussed current legislation.

#### **5. Recent Public Plan Comments by the Press or Others**

The Panel discussed recent public plan comments by the press or others.

The Panel discussed Commissioner Daniel M. Gallagher's May 29, 2014 speech "Remarks at Municipal Securities Rulemaking Board's 1<sup>st</sup> Annual Municipal Securities Regulator Summit" and agreed an adequate response has been made by other parties.

#### **6. Future Meetings**

The Panel confirmed next meeting dates for August 22, 2014 at 9:30 am and October 3, 2014 at 9:30 am.

#### **7. CAAP Public Position and Action Regarding Various Actuarial Issues Including an 80 Percent Fund Target**

The Panel discussed California Federation of Teachers' May 30, 2014 letter regarding a proposal to address the CalSTRS unfunded liability.

The Panel designated the Chair authority to send a response letter with recommendations to the Governor, with copies to appropriate parties. Mr. Bartel moved and Mr. Schmidt seconded to approve authority. **The motion passed 5-0.**

#### **8. Developing Quality Control Standards for California Public Sector Actuarial Work (WP #5)**

The Panel discussed quality control standards.

**The Panel took a break at 10:38 am and resumed at 10:52 am.**

#### **9. Society of Actuary Blue Ribbon Panel Reports (WP #7)**

The Panel discussed Society of Actuary Blue Ribbon Panel Reports.

#### **10. Other Work Plan Items Not Currently Active**

No update.

#### **11. Future Agenda Items**

No update.

## 12. Public Comment

There was no additional public comment.

## 13. Adjournment

Mr. Schmidt moved and Mr. Angelo seconded to adjourn the meeting. **The motion passed 5-0, and the Panel adjourned at 11:30 am.**

DRAFT